



CHICAGO HOUSING AUTHORITY

January 2, 2003

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Terry Peterson
Chief Executive Officer

ntel Gayles
f of Staff

Gail A. Niemann
General Counsel

David Vargas
U.S. Department of Housing
And Urban Development
Suite 4100
451 7th St SW
Washington, DC 20410

Re: Request to Convert Section 8 Vouchers for Non-Leaseholder Residents

Dear David:

Attached is the executed acknowledgement of HUD's approval of CHA's request to convert Section 8 vouchers for non-leaseholder residents.

Thanks so much for all of your efforts to get this done. We appreciate your hard work. It is an important initiative for both the CHA and the City.

Please do not hesitate to call me at (312) 742-4001 if you need any additional information.

Sincerely,

Todd A. Gomez
Chief Financial Officer

Cc: **Terry Peterson**
Gail Niemann
Jan Laskey



U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
WASHINGTON, D.C. 20410-5000

OFFICE OF THE ASSISTANT SECRETARY
FOR PUBLIC AND INDIAN HOUSING

DEC 20 2002

Mr. Terry Peterson
Chief Executive Officer
Chicago Housing Authority
626 W. Jackson Boulevard
Chicago, IL 60661

Re: Request to Convert Section 8 Vouchers for Non-Leaseholder Residents

Dear Mr. Peterson:

This letter responds to your June 6, 2002 letter requesting the ability to use Section 8 vouchers to provide funding, in conjunction with other City of Chicago agencies, for transitional housing for non-leaseholders currently residing in Chicago Housing Authority ("CHA") buildings. The U.S. Department of Housing and Urban Development ("HUD") understands the need to relocate non-leaseholders currently occupying public housing units slated for demolition. HUD shares CHA's concerns regarding the welfare of these families and the fact that demolition cannot proceed until these families are relocated.

In order to address this non-leaseholder issue, HUD and CHA hereby agree as follows:

- Up to \$2 million out of CHA's \$32,126,184 existing project reserves, provided under Amendment No. 1 to the Moving to Work Agreement in calendar year 2001 for the on-going Section 8 Voucher program, will be available as Section 8 administrative fee reserve as of the date of receipt of said funds.
- HUD, pursuant to its authority under section 204 of the Departments of Veterans Affairs and Housing and Urban Development, and Independent Agencies Appropriations Act, 1996, hereby waives the calculation of the administrative fee under § 8(q)(T)(C) of the United States Housing Act of 1937 and its implementing regulations at 24 CFR 982.152 (b)(1) and the timing requirements for calculation of the administrative fee reserve under 24 CFR 982.155.

CHA understands that this agreement is provided to specifically address CHA's need to move the non-leaseholders and should not be considered as a precedent for future actions thus making this waiver a one time only waiver of the United States Housing Act of 1937.

Except as provided in this letter agreement, every term and condition contained in the Memorandum of Approval, Resident Protection Agreement, Moving to Work Agreement dated February 6, 2000, by and between the U.S. Department of Housing and Urban Development and the Chicago Housing Authority, as amended, ("the MTW Agreement"), shall continue to apply with the same force and effect as if it were fully set forth herein. The signing of this letter by HUD constitutes an Amendment to the MTW Agreement (hereafter referred to as Amendment Number 3). Furthermore, HUD hereby waives all the processing and resident notification provisions under Article II, Section A of said Agreement, despite CHA's indications that it intends to comply with said provisions subsequent to the signing of this Amendment.

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

By: Michael Liu
Michael Liu, Assistant Secretary
Office of Public and Indian Housing

Date of Execution by HUD: 12/19/02

Please acknowledge your acceptance of the terms and conditions of this letter below.

CHICAGO HOUSING AUTHORITY

By: Terry Peterson
Terry Peterson
Chief Executive Officer

Date of Execution by CHA: 12/30/02